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March 30, 2007

Charles L.A. Terreni, Esquire Chief Clerk & Administrator SC Public Service Commission 101 Executive Center Drive Columbia, SC 29210

RE:

Application of Development Service, Inc., for approval of a New Schedule of Rates and Charges for Sewage Service provided to Residential and Commercial Customers in all areas served.

Docket No.: 2004-212-S



Dear Mr. Terreni:

Having met all conditions required by the South Carolina Public Service Commission in its Order No. 2005-42 and Order No. 2005-146 in the above captioned docket, Development Service, Inc., (DSI) is prepared to implement Phase II of its approved rates. In compliance with these Orders, DSI would certify the following to the Commission.

First, Bush River Utilities, Inc. (Bush River) has completed its wastewater treatment facility expansion. Commission Order No. 2005-42 required DSI to demonstrate to it and the ORS that Bush River had expended at least \$932,278 in treatment plant upgrades and that the new plant is complete and in service. Bush River has expended in excess of \$932,278 in upgrades.

Second, DSI now uses the NARUC chart of accounts.

Third, DSI is in compliance with all DHEC regulations.

Fourth, as the public record will reflect, DSI has the appropriate performance bond on file. I am enclosing a copy of the amendment by BB&T of the irrevocable letter of credit of with an expiration date of September 26, 2007, for your reference.

Last, by its correspondence of March 27, 2007, the ORS has certified DSI's compliance with the Commission's Orders.

March 30, 2007 Page 2

The orders in this docket provide that upon DSI's certification of the facts set out above, Phase II rates may be implemented without further order. Accordingly, DSI will implement its approved Phase II rates with its April 25, 2007, billing. I am informed that the ORS has no objection to DSI's implementation of its approved Phase II rates as outlined herein.

If you or counsel for the ORS have questions, please feel free to contact me.

Sincerely,

Elliott & Elliott, P.A.

Scott Elliott

SE/mlw

Enclosures

c. Shannon Bowyer Hudson, EsquireKeith G. ParnellC. Ken Parnell

Jan-11-07 10:65an

From-SCOMEC Contral Midlands District

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C. Start & Line and Committee

Promoting and protecting the intelligithe public and the environment.

Wastewater Stein Construction

PARTIAL APPROVAL TO PLACE INTO OPERATION #74B719 *Revised January 11, 2007

ISSUED TO:

BUSH RIVER UTILITY INC

816 E MAIN ST

LEXINGTON SC 29072

for the operation of a wastewater treatment/collection system permitted under construction permit 30509-WW, dated November 29, 2004, as described below

PROJECT NAME:

BUSH RIVER WWIP REPLACEMENT

COUNTY:

Lexington

PROJECT DESCRIPTION:

This Partial Approval 10 Operate is for all components included in the upgrade to the wastewater treatment facility includes the installation of a new (1.4 MGD replacement SBR wastewater treatment facility with all

Date Issued: January 09, 2007

necessary appurenances except the new digester. The construction will need to be completed by November 29, 2007.

PERMITTED FLOW:

WWIF:

400,000 gallons per day BUSH RIVER UTILLY INC (SC0032743)

1. This Partial Permit to Operate is issued under the condition that the remainder of the project must be completed prior to the expiration date (November 29, 2007) indicated on the construction permit issued by the Department for the construction permit to

2. A Closure Plan for the existing treatment lagoon must be submitted to Michael Montsbello, Manager, Domestic Wastewater

Permitting Section, Bureau of Water on or before January 30, 2007.

3. The permittee will notify the District Office (803-896-9(41) when discharge from the new location starts. This will be in approximately 3 weeks from the issuance of this permit in the meantime, discharge will be to the lagoon until the biomass is cstablished.

This approval is based on the Engineer's letter of certification signed by Charles Parnell, P.E., South Carolina Registration No.

9406.

cc:

Adelaids (Addis) S Walker,

Environmental Quality Control

Columbia EQC Office

Mike Monrebello, Bureau of Water

Janet Turner, Lexington County Planning & Davelopment

Charles Pamell, P.E.

Trent Watford, Region 3 EQC

*This permit is being revised to reflect that the discharge to the lagoon will only be till the biomass is established which should be a few weeks.

SOUTH CAROLINA DEPARTMENT OF HEALTH AND ENVIRONMENTAL CONTROL Acrion 3

Serving Chient, Pairfield, Lanciett, Lexington, Newberry, Richiand and York Commes Commiss EQC Office - Building 5 PDFOX 156 - STATE PARK SC 29147 - Phone: 803-896-0520 -Yeg. sodboz.www

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AMENDMENT TO IRREVOCABLE STANDBY LETTER OF CREDIT

OF SOUTH CAROUNA	LETTER OF CREDIT NO
309 Columbia Ave.	
Lexington SC 29072	DATE 10/02/2006
BENEFICIARY;	
NAME STATE OF SC. THE FUELIC SERVICE COMMI.	
ADDRESS LOI EXECUTIVE CENTER DR. SYNERGY BU ; PR.	
COLUMBIA, SC 29210-0000	
FOR ACCOUNT OF	
WANT DEVELOPMENT SERVICE INC	
ADDRESS 816 H MAIN ST	
CITY/STATEON LEXINGTON, SC 20072-3612	

THE LETTER OF CREDIT IS HEREBY AMENDED AS FOLLOWS:

THE EXPIRATION DATE WILL CHANGE FROM 35PTEMBER 26, 2006 TO SEPTEMBER 26, 2007.

IT IS UNDERSTOOD THAT THIS AMENDMENT TO "HE LETTER OF CREDIT IS SUBJECT TO ACCEPTANCE BY THE BENEFICIARY, ALL OTHER TERMS AND CONDITIONS OF THE ORIGINAL LETTER OF CREDIT SHALL REMAIN UNCHANGED.

ATHORIZED SIGNOR

ACCOUNT# / NOTER

